



IN REPLY REFER TO:

RRES/543

United States Department of the Interior

BUREAU OF INDIAN AFFAIRS

NAVAJO REGION

P.O. BOX 1060

Gallup, New Mexico 87305-1060

JUN 25 2003

RECEIVED

JUL 10 2003

CERTIFIED MAIL-RETURN RECEIPT REQUESTED

Mr. John Cunningham, President
R & J Enterprises, Inc.
P.O. Box 51
Farmington, NM 87499

MILLER STRATVERT, P.A.

Dear Mr. Cunningham:

Our office reviewed your application of Assignment of Mining Lease from Action Oil Company to John Cunningham d/b/a R. J. Enterprises for Lease Nos. 14-20-603-0603-639 and 14-20-0603-903 along with the supporting documents which are being returned without action. Before the assignments can be approved, please correct the discrepancies as follows:

1. Re-execute the Assignment of Mining Lease between Action Oil Company, Inc. and Johnny Cunningham d/b/a R& J Enterprises dated February 11, 1998. These assignments are five (5) years old. Title 25 Code of Regulations, Part 211.53 (c) states "Assignments of leases, and stipulations modifying the provisions of existing leases, which stipulations are also subject to the approval of the Secretary, shall be filed with the superintendent within five (5) working days after the date of execution. Upon execution of satisfactory bonds by the assignee the secretary may permit the release of any bonds executed by the assignor. (forms enclosed)
2. The PROFIT CORPORATE REPORT document expired December 31, 1999. Please submit current information.
3. The Certificate of Incorporation of R & J Enterprises, Inc. No. 1994854 is dated March 8, 1999. Please submit current information.
4. The Bond to Accompany Mining Leases Bond NO. RLB0003785 is for a different lease. It will not cover the two leases above. Please submit a Collective Bond in the Amount of \$65,000.
5. License to do business in the State of New Mexico.
6. Most recent financial statements for the corporation.
7. List of names, addresses and telephone number of the corporate officers, principal stockholder and directors, (form enclosed)
8. Filing fee in the amount of \$75.00, payable to Bureau of Indian Affairs for the additional assignment.

If you have any questions or need further assistance, contact Ms. Bertha Spencer, Realty Specialist, at 928/871-5938.

Stephen Herman

Enclosures